NEWS RELEASE
Thursday 19th August 2010

MSF INCREASES PROFITS AND DIVIDENDS

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 30 JUNE 2010

(This news release should be read in conjunction with the attached Appendix 4E)

Overview

Results for the year ended 30 June 2010 have shown a marked improvement from the prior period, with Net Profit after Tax at $7.0 million, (up 996% from the prior year loss of $0.8 million). Profit before Tax of $8.7 million was $13.9 million higher than the prior year comparable loss of $5.2 million.

The Maryborough Sugar Factory's Chief Executive Officer, Mr Mike Barry, said today: "This strong result further reflects the positive impact on the company of the acquisition in July 2008 of the Mulgrave Mill (located on the outskirts of Cairns, Far North Queensland), the maintaining of a globally cost competitive milling business and the strong demand for raw sugar on the global market, resulting in higher prices being achieved for raw sugar.

"The result is satisfying and reflects the company's strategy of careful, targeted growth. We have identified assets in Far North Queensland that will drive this strategy and generate additional shareholder value over the years to come," said Mr Barry.

"It is a solid result and it provides a strong foundation for the company and all our stakeholders. The balance sheet and cashflows are strong with NTA per share, after adjusting for derivatives, of $2.71, an increase of 14%.

"We are positioning ourselves to meet the demands and opportunities of international markets and this year's performance gives us confidence that we are moving in the right direction," said Mr Barry.

"A further indication of our strategy is the recent entering into of our joint-venture agreement with Bundaberg Sugar Ltd (BSL) covering milling operations in Far North Queensland. The formal agreement was concluded in July, after our balance date and the benefits of this initiative will be seen in the coming years.

"All aspects of our operations contributed to this year's result, which was a very pleasing outcome," said Mr Barry.

Other significant influences, on the results for this year, include:

- an increase in dividends received from the company's investment in Sugar Terminals Limited, following that entity's sale of its Brisbane bulk sugar terminal in September 2009;
- lower finance costs after a reduction in term debt and a capital raising during the period; and
- continued Merger and Acquisition focus.

Results

	2010 $'000	2009 $'000	Change %
Revenue	159,807	138,402	15
EBITDA	14,606	1,854	688
EBIT	11,667	(1,174)	1,094
Finance costs	(2,963)	(4,046)	(27)
Profit (loss) before tax	8,704	(5,220)	267
Profit (loss) after tax	7,015	(783)	996
Net cash flow from operating activities	22,370	(12,216)	283
Gross assets	211,219	191,088	11
Liabilities	61,635	95,750	(36)
Net debt	11,206	43,363	(74)
NTA per share	$2.74	$1.98	39
NTA per share (ex DFI net of tax)	$2.71	$2.37	14

Dividend and Dividend Reinvestment Plan

As a result of this strong result the Directors have declared a fully franked final dividend of 4.0 cents per share (2009: $nil), taking the full year dividend to 6.5 cents per share (2009: $nil). Shareholders have the option to participate in the company's Dividend Reinvestment Plan ("DRP"), for the six months ended 30 June 2010. The directors have declared the Record Date for determining entitlements to this dividend and optional participation in the DRP, to be 30 August 2010.

The DRP is optional and offers shareholders the opportunity to acquire ordinary fully paid shares which rank equally with all other shares issued, without transaction costs, at the prevailing market value. A shareholder can elect to participate, or terminate their involvement, in the DRP in respect of the 2010 final dividend at any time prior to the record date of 30 August 2010.

Summary of business activities undertaken during year ended 30 June 2010

Sugar Milling

The 2009 season reflected a reasonable growing season in the Mulgrave district. The crop in the Maryborough district improved but is still impacted by the carry over effects of a poor 2007 season crop combined with some adverse weather conditions. Overall cane processed improved by 4% and sugar production increased by 7% due to historically high sugar cane content (CCS).

30 June 2010 2009 Season		30 June 2009 2008 Season	
Tonnes		Tonnes	
Cane	Sugar	Cane	Sugar
1,766,171	257,736	1,697,765	241,137

Cane Growing

Improving yields and sugar cane production from company-owned farms remains a matter of strong focus for the company to benefit from scale opportunities and integration. Productivity has improved due ongoing investment strategies.

Company Farms and Leases	2009 Tonnes	2008 Tonnes	%
Company-managed	136,680	76,898	78%
Tenanted	76,081	88,301	-14%
Total	212,761	165,199	64%

Investment in Sugar Terminals Limited (STL)

The company at balance date holds 12.84% of the issued capital in STL – comprising 34,455,836 "G" Class shares and 11,775,965 "M" Class shares.

This investment paid ordinary dividends of $2.8 million in the current year. During the period, STL settled the sale of the Brisbane bulk sugar terminal for $34.2 million, resulting in a one off special dividend being paid of 5.8 cents per share. This special dividend added an amount of $2.7 million to the company's Profit before Tax.

Land Portfolio

MSF has a land portfolio valued at $66.8 million, currently our largest asset class. The valuations for these assets were assessed as at June 2010. This valuation is supported by an external valuer's land valuations undertaken for the June 2008 annual accounts (reviewed by valuers for the June 2010 annual accounts), the strong global outlook for ongoing demand for sugar and recent land sales in the Maryborough region.

The company's plans to develop Mary Harbour, a residential complex on a 174ha property with Mary River frontage, are progressing. The process of obtaining the necessary statutory approvals to support the development application is continuing at both Local and State Government level, with an outcome expected in late 2010. The company incurred $534,313 (2009: $186,461) during the financial year relating to this development. All costs to date are being expensed in line with accounting standards and its value is being carried at its historical usage as cane land.

Other matters

Sugar Marketing and Pricing

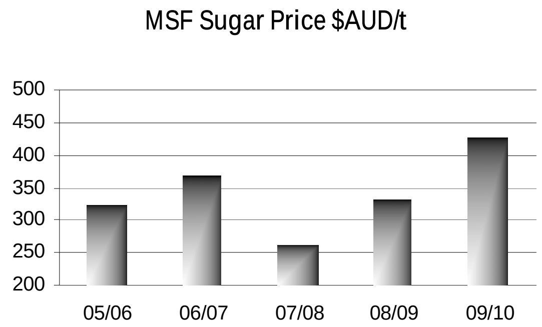
Sugar prices have strengthened significantly on the back of stronger global fundamentals. The 2009 season again saw an increase in the average sugar price to $427 per tonne which is 29% higher than the previous year.

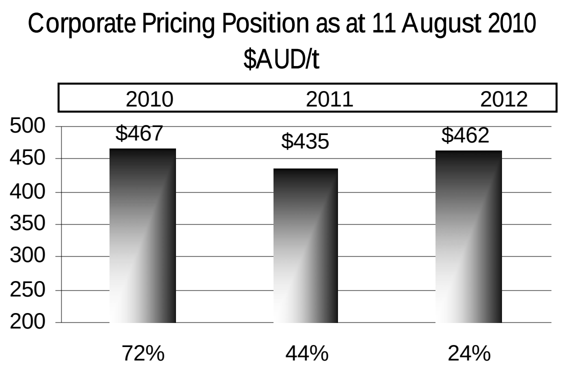
Sugar produced at Maryborough is now being sold predominantly into the international market based on the successful model adopted from Mulgrave. Mulgrave's sugar production is exported to various customers in Asia.

Our approach to market risk is comprehensive and relies on a framework of clearly defined policies, strategies, procedures and limits. This framework is supported by management information systems designed to monitor, measure and report risk exposure compliance.

Continued favourable global fundamentals, combined with solid demand in the Asian region (where most of MSF's sugar is sold) is reflected in strong sugar futures contract prices.

Varying levels of pricing have been completed as far out as the 2012 season. Marked-to-market against available futures contracts, our indicative seasonal pricing is relatively strong as demonstrated by the following graphs:





The following table summarises the current status of the MSF pricing position for corporate sugar exposure.

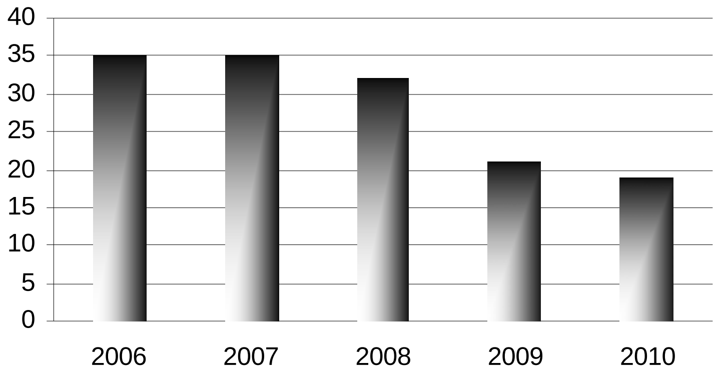
Season	Percent Priced	Average $AUD/t Price Achieved	Current $AUD/t Market Prices
2010	72%	$467	$453
2011	44%	$435	$426
2012	24%	$462	$419
2013	-	-	$411

Safety Performance

We continue to invest significant resources in safety training as well as improving our work environment through an ongoing program of upgrades to factory floors, lighting, guarding, plant access and safety equipment.

Improved safety awareness has been reflected in our lost time injury frequency rate (LTIFR) in recent years. Our LTIFR for 2009/10 includes Mulgrave operations for the second year. Particularly pleasing was the reduction to just one lost time injury at Maryborough, a very good outcome following a comprehensive program of focus and awareness in the area of safety and the improvements being made at Mulgrave in this priority area.

LTIFR (No of LTIs per Million Work Hours)



Sustainability and the Environment

The sugar industry generally and our operations specifically, continue to actively engage with all stakeholders to improve on our environmental performance. A strong compliance framework is maintained and both mills are largely self sufficient in their energy requirements.

Whilst the regulatory framework has political uncertainties at this time we continue to assess and implement processes to meet any obligations introduced. We have had no reported environmental issues for the 2009/10 year and foresee the sugar industry continuing to be an active participant in the world's search for alternative energy sources.

Events Subsequent to Balance Date

On 20 July 2010, the company successfully completed the entering into of the northern milling joint venture agreement with Bundaberg Sugar Ltd. This will result in Mulgrave, South Johnstone, Babinda and Tableland mills sharing all revenues and costs on a 50/50 basis from an expected start date of 1 December 2010 (the "Effective Date").

This is a further exciting development in the history of the company. On execution of the joint venture agreement, the company paid a non-refundable $20 million to Bundaberg Sugar Ltd as consideration for entitlement to 50% of the future sugar production of the joint venture from the Effective Date and a call option to acquire the remaining 50% of the joint venture. The call option is exercisable from 1 December 2010 until 29 February 2012 for additional consideration of $50 million.

Other key terms of the joint venture are:

- An unincorporated joint-venture has been formed comprising the operation of the Mulgrave, South Johnstone, Babinda and Tableland mills and associated milling assets including contracts, cane rail networks, easements, leases and licenses with an expected effective date of 1 December 2010.

- A Joint Venture Executive Committee has been formed comprising of three representative members appointed by each party and an independent chairperson to be appointed by the parties.

- From the Effective Date, each party will be entitled to 50% of the combined mills' raw sugar production.

- The joint venture costs and capital requirements will be shared equally.

- If the company has not exercised its call option to acquire Bundaberg's mills and joint-venture interest and by 1 December 2013 and neither party has exited the joint venture, then either party may request the joint venture to conduct either an IPO or trade sale of the combined joint-venture assets and operations.

- The company will have a first right of refusal and call option to acquire Bundaberg's farm assets located in the region comprising of approximately 1,800 hectares of land exercisable from 1 December 2010 until 29 February 2012 if the company has first exercised its call option to acquire Bundaberg's mills and Bundaberg's joint-venture interest. The purchase price for the farms will be the fair market value as determined by an independent valuer.

Outlook

A key focus for the company over the next 12 months will be implementation and commencement of the Joint Venture entered into with Bundaberg Sugar for the milling assets in Far North Queensland effective on or about 1 December 2010.

The rationale for the Joint Venture is:

- Enable synergies to be extracted from a contiguous growing regions in Far North Queensland;

- Provides MSF optionality around the timing of when to exercise the option to acquire the BSL share of the Joint Venture;

- Consistent with our strategy of increasing our production in low cost regions – thereby lowering our cost of production;

- Increases our importance in the growing Asian sugar market where the supply deficit is forecast to grow; and

- The sugar market fundamentals are forecast to remain positive, particularly in the Asian region

Given the timing of the joint venture's establishment and the cost and revenue cycle of the milling business, MSF will be incurring approximately $5 million of additional operating costs (on a before tax basis) for the period to June 2011. These costs relate to the increased cost of mills' preparation and maintenance from the commencement of the joint venture until 30 June 2011, in readiness for the increased production of the 2011 crushing season. The majority of the revenues relating to MSF's 50% share of the joint venture for the 2011 crushing season will not be recognised until the financial period commencing 1 July 2011.

The company is currently evaluating options for the funding of its growth strategy.

Amongst the various funding alternatives being considered, is the possibility of developing a relationship with a strategic party who would assist and financially support MSF's growth. MSF has commenced preliminary discussions with a number of potential interested parties. In these discussions, the Board of MSF will be focussed on maximising value for all shareholders.

Further information:

Mike Barry
CEO
The Maryborough Sugar Factory Limited
Mobile : 0401 896 999

Summary and explanation of 30 June 2010 Financial Statements

Income Statement

Summary

The Profit After Tax of $7.0 million was a $7.8 million improvement on the prior year results and slightly above the company's guidance provided at half year.

The main contributing factors to this result are:

- improved sugar prices from $331 IPS per tonne to $427 IPS per tonne
- increase in total cane crushed by 68,406 tonnes to 1,766,171 tonnes resulting in improved capacity utilisation
- increase in sugar production by 16,599 tonnes to 257,736 tonnes
- special dividend from Sugar Terminals Limited
- improved results on company owned plantations due to prior year expansion activities
- offset by costs associated with a continued focus on merger and acquisition activities

A more detailed explanation of the items in the Income Statement follows.

Revenue – $159.8 million, increased by $21.4 million

This significant increase of $21.4 million from the previous year is a result of the following factors:

- significantly improved sugar revenue resulting from a combination of increased sugar price and sugar production subsequently sold (approximately $19.0 million)
- increased molasses price and production (approximately $1.4 million)
- additional dividends received from Sugar Terminals Limited (special dividend $2.7 million). This was slightly offset by a decrease in the ordinary dividends received in the current year compared to the prior year (decrease of approximately $0.7 million).

Movement in valuation of biological assets – $0.9 million, decreased by $1.3 million

This decrease is mainly due to the difference in movement of the biological asset value from June 2008 to June 2009 compared to the movement from June 2009 to June 2010, the company's continued investment in the expansion of its cane plantations predominantly in the Maryborough region is a key contributor to the positive biological asset value for June 2010. The quantity of cane used in assessing the valuation of biological asset has increased from 155k tonnes (estimate as at June 2009) to 171k tonnes (estimate as at June 2010) and the sugar price has increased from $400 per tonne (estimate as at June 2009) to $435 per tonne (estimate as at June 2010).

Changes in inventory of finished goods and work in progress – $1.2 million, decrease by $7.1 million

The large decrease in this line item is due to the move to direct selling of sugar in the prior year. Prior to 2008, under sales to QSL, sugar once delivered to the terminal was treated as a receivable (title to the sugar transferred to QSL upon delivery of the sugar to the terminal). Under direct selling, title of the sugar transfers to the customer upon shipment and / or payment. Therefore sugar in stock in the terminals is now considered inventory and movement in this asset from one financial year to the next flows through the Income Statement. Tonnage of sugar in stock as at June 2010 was 20k tonnes for Maryborough (sold to Sugar Australia from the 2009 season) and 14k tonnes from Mulgrave produced from the 2010 season sugar (2010 season for Mulgrave commenced in mid June) a total of 34k tonnes for June 2010 compared with 32k tonnes as at June 2009.

Cost of cane and other materials used – ($102.6 million), increased by $11.9 million

The majority of this increase is mainly due to the high sugar prices flowing through to higher cane payments. This was offset by a decrease in payments made to purchase Mossman sugar of $20.8 million compared to $25.5 million in the prior year.

Distribution costs – ($13.9 million), decreased by $12.4 million

The major expenditure items included here are shipping and sugar storage costs, which are included in the selling price of the sugar to customers. During the year ended 30 June 2010, average freight rates significantly reduced.

Finance costs ($3.0 million), decreased by $1.1 million

Finance costs have decreased mainly due to large repayments made on the facility utilised to acquire Mulgrave in 2008. In addition, improved cash flows during the year resulted in decreased working capital draw downs required to manage its seasonal cash flow requirements.

Other administrative costs ($7.0 million), increased by $0.5 million

These costs have risen as a result of the continued focus on Merger and Acquisition opportunities. During the financial year in excess of $1.5 million was spent on corporate development expenses.

Income tax expense ($1.7 million), increase by $6.1 million

The income tax expense of $1.7 million represents an effective tax rate of 19%of profit before tax. This low effective tax rate is due to the partially franked special and ordinary dividends paid by Sugar Terminals Limited. The June 2009 income tax expense was favourably impacted by the decision to tax consolidate the MSF group effective from 1 July 2008.

Balance Sheet

Summary

Net assets of the company as at June 2010 total $149.6 million, an increase of $54.2 million from June 2009. The major changes to the balance sheet include:

Assets

- Increase in cash mainly due to
    - capital raising
    - improved operating cash flow
    - favourable settlements of the Jul 10 sugar futures contract which will be accounted for as revenue during year ended 30 June 2011.
    - offset by lower working capital debt;
- Derivative Financial Instruments (refer below)
- Movement in tax balances from DTA to DTL mainly due primarily to the change in marked to market position of the company's derivative financial instruments (DFI).

Liabilities

- All working capital debt outstanding at June 2009 was repaid during the current year; term debt decreased due to repayments.

Derivative Financial Instruments (DFI)

- Accounting standards require the unrealised marked to market position of the company's sugar and currency hedging to be brought to account in the balance sheet. For June 2010 this had a significantly reduced net impact compared to June 2009 (net asset of $2.0 million after deferred tax adjustment compared to of net liability of $18.3 million after deferred tax in the prior year). This is explained by the following:
    - Sugar values are hedged in line with the company's market risk management policies;
    - As at 30 June 2010 the New York sugar contracts (NY11) settled slightly below the average sugar values priced to date for the company;
    - It is this difference between the settlement values as at 30 June 2010 and the average values achieved to date that determine the amount of DFIs to be brought to account. In a rising market, this will typically result in a net liability and in a falling market a net asset.

Other issues to consider with DFIs

- MSF is currently pricing out to 2013 season and therefore have a significant amount of sugar priced as at 30 June 2010 covering seasons from 2010 through to 2013;
- As the sugar price is a key component of the cane price paid to cane growers supplying our Mills, MSF enters pricing and currency hedges to manage this exposure. The target levels for this exposure are set as advised by our grower suppliers at levels suitable to their requirements. This accounts for approximately 60% of sugar priced to date, i.e. a significant majority of sugar priced on MSF account is undertaken to manage this exposure;

- Other issues to consider with DFIs (continued)

    - Typically entering into sugar contracts on the NY11 would result in being exposed to margin calls. MSF however transacts with banks to enter Over The Counter (OTC) sugar and currency swaps which results in these financial institutions managing the margin call requirements of our hedging position. Therefore MSF has no risk of margin calls in the event of a strong rally in the sugar price as we are experiencing at the moment; and
    - Net Assets of the company, if DFIs and the July 2010 contracts which have been settled (net of tax) are excluded, would be approximately $140.5 million.

Following is a simplified balance sheet summary which tracks the balance sheet movements from June 2009 to June 2010.

BALANCE SHEET SUMMARY		YEJ10 $'000		YEJ09 $'000
Assets				
Cash	$	22,695	$	4,690
Sugar and molasses inventory	$	13,504	$	12,267
Derivative financial instruments	$	9,018	$	5,503
Other current assets	$	10,103	$	10,356
STL shares	$	36,292	$	36,292
Cane farms	$	61,536	$	59,739
Mills and other PP&E	$	53,002	$	53,627
Other non-current assets	$	5,069	$	8,614
Total Assets	$	211,219	$	191,088
Liabilities				
Trade payables	$	12,286	$	13,697
Derivative financial instruments	$	6,145	$	31,699
Working capital debt	$	-	$	12,400
Other current liabilities	$	3,169	$	2,023
Term debt	$	33,901	$	35,651
Other non-current liabilities	$	6,134	$	280
Total Liabilities	$	61,635	$	95,750
Net Assets	$	149,584	$	95,338

The company's net debt position is $11.2 million (down from $43.4 million as at June 2009). This consists of term debt of $33.9 million which is offset by cash at bank of $22.7 million as at June 2010.

Cash Flow

Summary

Operating cash flow was impacted by a number of timing factors in relation to the receipt of sugar revenues, increased dividend receipts and reduced interest payments.

Cash flows from operating activities – ($22.4 million inflow)

Net cash inflows from operating activities was $22.4 million. The seasonal and timing influences of direct marketing of sugar has had a material effect on this outcome. Of particular note, positive cash flow implications for this reporting period include:

- improved sugar price and higher tonnages sold
- timing of seasonal sugar receipts; - $3.3 million
- timing of futures settlements that relate to revenues not accounted for in June 2010, + $12.3 million
- special dividend received from Sugar Terminals Limited + $2.7 million
- reduction in interest paid due to large repayments made to facility utilised to purchase Mulgrave and reduced timeframes required for working capital facilities.

Cash flows from investing activities - ($2.3 million outflow)

Payments for property plant and equipment – $4.8 million
Proceeds from available-for-sale financial assets return of capital

- Sugar Terminals Limited made capital return payment of 3.5 cents per share

Proceeds from sale of property, plant and equipment – $0.7 million:

- Disposal of non core property in South East Queensland.

Cash flow from financing activities - $2.7 million inflow

- Capital raising generated $13.2 million in funds net of transaction costs
- Drawdown ($34.4 million) and repayment ($41.9 million) of working capital
- Interim dividend of 2.5 cents per share was paid on 24 March 2010 which resulted in a cash outflow of $1.3 million.
- Repayment of $1.7 million of term and acquisition debt

The Maryborough Sugar Factory Limited

ABN 11 009 658 708

Appendix 4E Preliminary Final Report – Year Ended 30 June 2010

Lodged with the ASX under Listing Rule 4.3A

Results for Announcement to the Market

	Year ended 30 June 2010 $'000	Year ended 30 June 2009 $'000	Change %
Revenue from ordinary activities	159,807	138,402	15%
Profit (loss) from ordinary activities after tax attributable to members	7,015	(783)	996%
Net profit (loss) for the period attributable to members	7,015	(783)	996%

Dividends/Distributions	Amount per security	Franked amount per security
Final dividend	4.0 cents	100%
Interim dividend	2.5 cents	100%

Record date for determining entitlement to the dividend: 30 August 2010

Explanations of movements in revenue and profits and comments relating to dividends are contained in the Directors' Report and accompanying announcement.

The Maryborough Sugar Factory Limited ABN 11 009 658 708
Preliminary Final Report – 30 June 2010

CONTENTS

Directors' Report
Forming part of the Appendix 4E Preliminary Final Report

The Directors of The Maryborough Sugar Factory Limited present their preliminary report on the results for the year ended 30 June 2010.

Directors

The directors of the company during the whole of the financial year and up to the date of this report are as follows:

J.A. Jackson (Chairman)
J.E. Burman
R.A. Burney
S.J. Palmer
J.F. Hesp
W.B. Moller

There has been no change in the directors during the year.

Review of Operations

Business Activities: The principle activities of the group are the manufacture of raw sugar, cane farming and investments related to both land and sugar industry infrastructure. The group operates predominantly in one geographic area, being Queensland, Australia.

Results

The directors' review of operations for the year of the consolidated entity is set out in the attached announcement of results for the year ended 30 June 2010.

Dividend

Since the end of the financial year, directors have declared a fully franked final dividend of 4.0 cents per share (2009: $nil), taking the full year dividend to 6.5 cents per share (2009: $nil). Shareholders have the option to participate in the company's Dividend Reinvestment Plan, for the six months ended 30 June 2010. The directors have declared the Record Date for determining entitlements to this dividend to be 30 August 2010. Payment of this dividend is expected to be made on 30 September 2010.

Overview

The significantly improved results for the year ended 30 June 2010 follows on from the acquisition in July 2008 of the Mulgrave Mill and reflects the increase in quantity of sugar produced and an increase in the raw sugar price achieved. The sugar price achieved increased from $331 per IPS tonne to $427 IPS per tonne.

The company's cane crushed for the 2009 season totalled 1,766,171 tonnes, an increase of 68,407 tonnes (4%) from the 2008 season; a pleasing result considering almost all other cane areas in Queensland experienced a decline in cane crushed over the same period. Sugar production totalled 257,736 tonnes in the 2009 season, an increase of 16,599 tonnes (7%) from the 2008 season.

The results also include the receipt of a special fully franked dividend paid by Sugar Terminals Limited to the company of $2.7 million following the sale of the Brisbane bulk sugar terminal.

During the year the company raised $13.2 million (net of transaction costs) from the issue of 6,742,250 ordinary shares at $2.00 per share.

Auditors' Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 4.

Rounding

The company is of a kind referred to in Class Order 98/0100 issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts on the financial report. Amounts in the financial report have been rounded to the nearest thousand dollars unless specifically stated to be otherwise.

Signed in accordance with a resolution of the directors.

J.A. Jackson
Chairman

Brisbane
19 August 2010

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Auditor's Independence Declaration

As lead auditor for the audit of The Maryborough Sugar Factory Limited for the year ended 30 June 2010, I declare that, to the best of my knowledge and belief, there have been:

a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of The Maryborough Sugar Factory Limited and the entities it controlled during the period.

Martin T Linz

Martin T Linz

Partner
PricewaterhouseCoopers

Brisbane
19 August 2010

Consolidated Income Statement
for the year ended 30 June 2010

		Consolidated	
	Notes	2010 $'000	2009 $'000
Revenue	4	159,807	138,402
Other income	5	169	138
Movement in valuation of biological assets	6	856	2,216
Changes in inventories of finished goods and work in progress		1,226	8,263
Cost of cane and other materials used		(102,607)	(90,679)
Distribution costs		(13,952)	(26,321)
Employee benefits expense		(22,421)	(22,299)
Depreciation and amortisation expense	7	(2,939)	(3,028)
Finance costs	7	(2,963)	(4,046)
Other administrative costs		(7,052)	(6,488)
Other expenses		(1,420)	(1,378)
Profit (loss) before income tax		8,704	(5,220)
Income tax (expense) benefit		(1,689)	4,437
Net profit (loss) attributable to owners		7,015	(783)

	Cents	Cents
Earnings (loss) per share for profit attributable to the ordinary owners of the company		
Basic earnings (loss) per share	13.85	(1.72)
Diluted earnings (loss) per share	13.80	(1.72)

The above consolidated income statement should be read in conjunction with the accompanying notes.

Consolidated Statement of Comprehensive Income
as at 30 June 2010

	Consolidated	
	2010 $'000	2009 $'000
Net profit (loss) attributable to owners	7,015	(783)
Other comprehensive income		
Tax on realisation of revalued assets	77	-
Income tax benefit received on prior year adjustments	-	84
Tax adjustment on prior year land revaluation	152	(33)
Profit (loss) on cash flow hedge reserve, net of tax	33,190	(23,258)
Profit (loss) on revaluation of available-for-sale assets, net of tax	1,580	(2,119)
Other comprehensive income (loss) for the year, net of tax	34,999	(25,326)
Total comprehensive income (loss) for the year	42,014	(26,109)

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

Consolidated Balance Sheet
as at 30 June 2010

	Notes	Consolidated 2010 $'000	Consolidated 2009 $'000
Current assets			
Cash and cash equivalents	9	22,695	4,690
Trade and other receivables		4,044	5,451
Inventories	10	15,260	13,725
Derivative financial instruments	12	6,665	5,503
Biological assets		4,291	3,435
Other current assets		12	12
Total current assets		52,967	32,816
Non-current assets			
Trade and other receivables		44	321
Inventories	10	1,284	1,093
Available-for-sale financial assets	11	36,408	36,365
Property, plant and equipment	13	114,538	113,366
Intangible assets		3,456	3,408
Derivative financial instruments	12	2,353	-
Deferred tax assets		-	3,535
Other non-current assets		169	184
Total non-current assets		158,252	158,272
Total assets		211,219	191,088
Current liabilities			
Trade and other payables		9,990	11,284
Interest bearing liabilities	14	4,215	14,282
Current tax liabilities		997	-
Provisions		2,076	2,023
Derivative financial instruments	12	5,059	22,187
Total current liabilities		22,337	49,776
Non-current liabilities			
Trade and other payables		2,296	2,413
Interest bearing liabilities	14	29,686	33,769
Derivative financial instruments	12	1,086	9,512
Deferred tax liabilities		5,938	-
Provisions		292	280
Total non-current liabilities		39,298	45,974
Total liabilities		61,635	95,750
Net assets		149,584	95,338
Equity			
Contributed equity	15	91,123	77,922
Reserves	16	36,886	1,809
Retained profits	17	21,575	15,607
Total equity		149,584	95,338

The above consolidated balance sheet should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity
for the year ended 30 June 2010

2010

	Contributed Equity $'000	Reserves $'000	Retained Earnings $'000	Total $'000
Balance at 1 July 2009	77,922	1,809	15,607	95,338
Total comprehensive income for the year	-	34,999	7,015	42,014
Realisation of revalued assets	-	(284)	284	-
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs	13,201	-	-	13,201
Dividends paid	-	-	(1,331)	(1,331)
Employee share options - value of employee services	-	362	-	362
Total	13,201	362	(1,331)	12,232
Balance at 30 June 2010	91,123	36,886	21,575	149,584

2009

	Contributed Equity $'000	Reserves $'000	Retained Earnings $'000	Total $'000
Balance at 1 July 2008	52,265	28,452	14,721	95,438
Total comprehensive income for the year	-	(25,410)	(699)	(26,109)
Realisation of revalued assets	-	(1,585)	1,585	-
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs	25,657	-	-	25,657
Employee share options - value of employee services	-	352	-	352
Total	25,657	352	-	26,009
Balance at 30 June 2009	77,922	1,809	15,607	95,338

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows

for the year ended 30 June 2010

	Notes	Consolidated 2010 Inflows (Outflows) $'000	Consolidated 2009 Inflows (Outflows) $'000
Cash flows from operating activities			
Receipts from customers (inclusive of goods & services tax)		172,921	156,603
Payments to suppliers and employees (inclusive of goods and services tax)		(154,430)	(170,182)
		18,491	(13,579)
Interest received		1,404	1,852
Dividends received		5,502	3,512
Interest paid		(3,027)	(4,085)
Income tax received		-	84
Net cash inflow (outflow) from operating activities		22,370	(12,216)
Cash flows from investing activities			
Payments for property, plant and equipment		(4,807)	(8,907)
Payments for intangible assets		(48)	(214)
Proceeds from available-for-sale financial assets return of capital		1,618	-
Payments for available-for-sale financial assets		(43)	(3,636)
Purchase of subsidiary, net of cash		-	(18,318)
Loans to unrelated parties		-	(254)
Loan repayments from unrelated parties		277	12
Proceeds from sale of property, plant & equipment		728	3,928
Net cash outflow from investing activities		(2,275)	(27,389)
Cash flows from financing activities			
Proceeds from issue of shares		13,485	-
Share issue costs		(283)	(54)
Proceeds from borrowings		34,378	52,661
Repayment of borrowings		(43,583)	(41,710)
Dividends paid (net of dividends reinvested)		(1,331)	-
Finance lease payments		-	(42)
Net cash inflow from financing activities		2,666	10,855
Net increase (decrease) in cash held		22,761	(28,750)
Cash at the beginning of the financial year		(208)	29,276
Effects of exchange rate changes on cash		142	(734)
Cash at the end of the financial year	9	22,695	(208)

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated. Comparative information is reclassified where appropriate to enhance comparability.

(a) Basis of preparation

This preliminary final report has been prepared in accordance with ASX listing rules 4.3A and the disclosure requirements of ASX appendix 4E.

This preliminary final report does not include all the notes of the type normally included in the annual report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2009, the half year report for half year ended 31 December 2009 and any public announcements made by The Maryborough Sugar Factory Limited (the Company) during the reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001.*

The accounting policies adopted are consistent with those of the previous financial year except as set out below:

Business combinations

AASB 3 (revised) applies to accounting periods beginning on or after 1 July 2009 and continues to apply the acquisition method to business combinations, but with some significants changes.

All payments to purchase a business are now recorded at fair value at the acquisition date, with contingent payments classified as debt and subsequently remeasured through the income statement. Under the Group's previously policy, contingent payments were only recognised when the payments were probable and could be measured reliably and were accounted for as an adjustment to the cost of acquisition.

Acquisition-related costs are expensed as incurred. Previously, they were recognised as part of the cost of acquisition and therefore included in goodwill.

Non-controlling interests in an acquiree are now recognised either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets. This decision is made on an acquisition-by-acquisition basis. Under the previous policy, the non-controlling interest was always recognised at its share of the acquiree's net assets.

If the Group recognised acquired deferred tax assets after the initial acquisition accounting there will no longer be any adjustment to goodwill. As a consequent, the recognition of the deferred tax asset will increase the Group's net profit after tax.

Segment Reporting

The Group has applied AASB 8 *Operating Segment* from 1 July 2009. AASB 8 replaces AASB 114 *Segment Reporting*. AASB 8 requires the 'management approach' to the identification measurement and disclosure of operating segments. The 'management approach' requires that operating segments be identified and reported on the basis of internal reports that are regularly reviewed by the entity's chief operating decision maker, for the purpose of allocating resources and assessing performance. The chief operating decision-maker has been identified as the board of directors.

The adoption of the 'management approach' to segment reporting has resulted in the identification of reportable segments consistent with the prior year, but has required some change to the allocation of some sale and expense items.

Specifically with inter-segment sales and expenses such as depreciation and impairment are now reported for each segment rather than in aggregate for total group operations, as this is how they are reviewed by the chief operating decision maker. There has been no further impact on the measurement of the company's assets and liabilities. Comparatives for 2009 have been restated.

2. SEGMENT REPORTING

Management has determined the operating segments based on the reports reviewed by the board of directors.

The principal activities of the company are the manufacture of raw sugar (sugar milling), cane farming, and investments related to both sugar industry infrastructure (Sugar Terminals Limited) and land (other). The company operates predominately in one geographic area, being Queensland, Australia.

2010	Notes	Sugar Milling $'000	Cane Farming $'000	Sugar Terminals Limited Investment $'000	Other $'000	Consolidated $'000
Segment revenue						
Revenue from external customers		153,470	835	5,502	-	159,807
Intersegmental sales		-	5,186	-	-	5,186
Total sales revenue		153,470	6,021	5,502	-	164,993
Total segment revenue		153,470	6,021	5,502	-	164,993
Intersegmental elimination						(5,186)
Consolidated revenue						159,807
Segment result						
Segment result		10,277	(552)	4,481	(351)	13,855
Unallocated revenue less unallocated expenses						(5,151)
Profit before income tax						8,704
Income tax expense						(1,689)
Profit for the year						7,015
Segment assets and liabilities						
Segment assets		79,839	67,922	36,292	195	184,248
Unallocated assets						26,971
Total assets						211,219
Segment liabilities	(i)	13,085	6,961	20,000	-	40,046
Unallocated liabilities	(ii)					21,589
Total liabilities						61,635
Other segment information						
Acquisition of PP&E		3,426	1,427	-	-	4,853
Acquisition of intangible		-	48	-	-	48
Acquisition of available-for-sale financial assets		-	43	-	-	43
Depreciation expense		2,185	754	-	-	2,939

2. SEGMENT REPORTING (continued)

2009	Notes	Sugar Milling $'000	Cane Farming $'000	Sugar Terminals Limited Investment $'000	Other $'000	Consolidated $'000
Segment revenue						
Revenue from external customers		134,229	661	3,512	-	138,402
Intersegmental sales		-	2,673	-	-	2,673
Total sales revenue		134,229	3,334	3,512	-	141,075
Total segment revenue		134,229	3,334	3,512	-	141,075
Intersegmental elimination						(2,673)
Consolidated revenue						138,402
Segment result						
Segment result		(189)	(2,175)	2,309	(622)	(677)
Unallocated revenue less unallocated expenses						(4,543)
Profit before income tax						(5,220)
Income tax benefit						4,437
Profit for the year						(783)
Segment assets and liabilities						
Segment assets		75,136	65,221	36,292	77	176,726
Unallocated assets						14,362
Total assets						191,088
Segment liabilities	(i)	43,796	7,056	20,000	-	70,852
Unallocated liabilities	(ii)					24,898
Total liabilities						95,750
Other segment information						
Acquisition of PP&E		42,657	5,852	-	-	48,509
Acquisition of intangible		1,242	214	-	-	1,456
Acquisition of available-for-sale financial assets		-	-	8,943	-	8,943
Depreciation expense		2,388	640	-	-	3,028

2. SEGMENT REPORTING (continued)

	Consolidated 2010 $'000	2009 $'000
(i) Segment Liabilities		
Derivative finiancial liabilities	6,145	31,699
Plant and equipment loan facility	929	1,007
Farm loan facility	6,472	6,896
Mulgrave acquisition loan facility	6,500	7,750
Working capital facility	-	3,500
STL facility	20,000	20,000
	40,046	70,852
(ii) Unallocated Liabilities		
Current liabilities		
Trade and other payables	9,990	11,284
Interest bearing liabilities	-	8,898
Current tax liabilities	997	-
Provisions	2,076	2,023
	13,063	22,205
Non-current liabilities		
Trade and other payables	2,296	2,413
Deferred tax liabilities	5,938	-
Provisions	292	280
	8,526	2,693
Unallocated liabilities	21,589	24,898

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the group and that are believed to be reasonable under the circumstances.

(a) Sugar revenue

The group's sugar production is sold to a combination of domestic and international customers. Title passes to the customer when the raw sugar is loaded on board a ship at the bulk sugar terminals and revenue is recognised at that point.

(b) Standing crops valuation

Standing crops of sugar cane are valued at fair value less point-of-sale costs at the time of harvesting. In arriving at fair value, estimates of crop size and CCS (sugar content) are made on the basis of historical experience and sugar price is estimated giving consideration to forward pricing activities completed at the time together with market projections for unpriced production.

(c) Water allocation valuation

Water allocations are valued at cost. Impairment is tested against external independent valuations and other relevant information.

(d) Property, plant and equipment valuation

With the exception of land and farm buildings, plant and equipment is carried at cost and reviewed annually for indication of impairment. Where there is objective evidence that property, plant and equipment is impaired, the recoverable amounts of cash-generative units are determined using discounted cash flows which are based on assumptions in respect of crop size, CCS (sugar content), sugar price, and discount rate.

(e) Available-for-sale financial assets valuation

The group currently holds both Miller ("M") shares and Grower ("G") shares in Sugar Terminals Limited. The "M" class shares are not listed. However, these shares participate equally with "G" class shares for dividend distribution and their fair value is considered to be equal to the fair value of "G" class shares. Fair value has been determined in accordance with a discounted cash flow analysis which is based on assumptions in respect of future expected dividends and discount rate.

(f) Tax losses

Future projections indicate that the group will not return sufficient taxable income in the foreseeable future to absorb all carry-forward tax losses. The group have implemented the tax consolidation legislation for which the use of transferred losses is limited by their available fraction. Only those tax losses where recovery is probable have been recognised in the accounts.

(g) Land valuations

In valuing the group's land assets, independent valuers have made certain assumptions based on recent sales data and their knowledge of the relevant market in the local area.

(h) Derivative Financial Instrument Valuations

The fair value of derivatives financial instruments are supported by independent banking valuations. The independent valuations are based on certain assumptions in relation to closing market values on the Intercontinental Exchange (ICE) No. 11 and discount rates.

	Notes	Consolidated 2010 $'000	2009 $'000
4. REVENUE			
Revenue from operating activities			
Proceeds from sugar sales		167,952	130,625
Commodity related risk management activities		(37,575)	5,930
Net foreign exchange hedging gains (losses)		12,272	(12,913)
Proceeds from molasses sales		7,496	6,106
Proceeds from other operating activities		699	771
Revenue from operating activities		150,844	130,519
Other revenue			
Lease revenue		398	321
Interest revenue		1,432	1,849
Dividends received		5,502	3,512
Rebates and allowances		457	539
Marketing and other recoveries		431	313
Contract works revenue		16	476
Other		727	873
		8,963	7,883
		159,807	138,402
5. OTHER INCOME			
Net gains on disposal of property, plant and equipment		29	-
Other government grants		140	138
		169	138
6. MOVEMENT IN VALUATION OF BIOLOGICAL ASSETS			
Standing crops			
Carrying value at beginning of year		3,435	1,219
Purchases		-	478
Net gains (losses) arising from changes in quantity of standing crop and in fair value less point of sale costs		856	1,738
Carrying value at end of year		4,291	3,435

	Notes	Consolidated 2010 $'000	2009 $'000
7. EXPENSES			
Profit before income tax includes the following specific expenses:			
Depreciation and amortisation:			
Buildings		242	235
Plant and equipment		2,694	2,782
Plant and equipment under finance leases		-	8
Infrastructure contribution		3	3
		2,939	3,028
Net loss on disposal of property, plant and equipment		-	115
Finance costs - interest and finance charges		2,963	4,046
Rental expense relating to operating leases - minimum lease payments		235	177
Defined contribution superannuation expense		1,934	2,000
Research and development expenditure		222	522
8. COMPARISON OF HALF YEAR PROFITS			
Profit from ordinary activities after tax attributable to owners reporting for *1st* half year		10,829	985
Loss from ordinary activities after tax attributable to owners reporting for *2nd* half year		(3,814)	(1,768)
		7,015	(783)
9. CURRENT ASSETS - CASH AND CASH EQUIVALENTS			
Cash on hand and at bank		22,695	4,690
		22,695	4,690
The above figures are reconciled to cash at the end of the period as shown in the statement of cash flows as follows:			
Balance as above		22,695	4,690
Less: bank overdrafts		-	(4,898)
Balances as per statement of cash flows		22,695	(208)

		Notes	Consolidated 2010 $'000	2009 $'000
10.	INVENTORIES			
	Inventories			
	Raw sugar, molasses and raw sugar in progress, at cost		13,504	12,267
	Stores and mill supplies, at cost		3,060	2,573
	Less provision for diminution in value		(20)	(22)
			16,544	14,818
	Current		15,260	13,725
	Non-current		1,284	1,093
			16,544	14,818
11.	NON-CURRENT ASSETS - AVAILABLE-FOR-SALE FINANCIAL ASSETS			
	At beginning of year		36,365	30,115
	Additions		43	8,493
	Return of capital payment		(1,618)	-
	Revaluation surplus (reduction) transfer to equity		1,618	(2,316)
	Reclassification from investments held to maturity		-	73
	At end of year		36,408	36,365
	Listed securities		27,048	27,048
	Unlisted securities		9,360	9,244
12.	DERIVATIVE FINANCIAL INSTRUMENTS			
	Current assets			
	Sugar price hedge assets		6,648	-
	Sugar options assets		-	133
	Foreign exchange hedge assets		17	5,370
			6,665	5,503
	Current liabilities			
	Sugar price hedge liabilities		(3,805)	(20,720)
	Sugar options liabilities		-	(354)
	Foreign exchange hedge liabilities		(1,254)	(1,113)
			(5,059)	(22,187)
	Non-current assets			
	Sugar price hedge assets		2,353	-
			2,353	-
	Non-current liabilities			
	Sugar price hedge liabilities		(1,086)	(9,512)
			(1,086)	(9,512)

13. NON-CURRENT ASSETS - PROPERTY, PLANT AND EQUIPMENT

	Notes	Industrial Land $'000	Freehold Land $'000	Buildings $'000	Plant & Equipment $'000	Mobile Equipment $'000	Total $'000
Consolidated							
Year ended 30 June 2009							
Opening net book amount		1,075	56,215	2,445	9,155	3,363	72,253
Additions		-	2,905	820	4,241	967	8,933
Acquisition of subsidiary		7,283	3,123	4,978	24,035	158	39,577
Disposals		-	(3,543)	(71)	(55)	(161)	(3,830)
Reclassifications		-	(260)	(65)	(212)	(5)	(542)
Depreciation charge		-	-	(235)	(2,285)	(505)	(3,025)
Closing net book amount		8,358	58,440	7,872	34,879	3,817	113,366
At 30 June 2009							
Cost or fair value		8,358	58,440	10,091	75,754	9,981	162,624
Accumulated depreciation		-	-	(1,519)	(25,575)	(6,164)	(33,258)
Write-down of assets		-	-	(700)	(15,300)	-	(16,000)
Net book amount		8,358	58,440	7,872	34,879	3,817	113,366
Year ended 30 June 2010							
Opening net book amount		8,358	58,440	7,872	34,879	3,817	113,366
Additions		-	372	230	3,382	869	4,853
Disposals		-	(400)	-	(193)	(152)	(745)
Reclassifications		-	-	-	(6)	6	-
Depreciation		-	-	(242)	(2,160)	(534)	(2,936)
Closing net book amount		8,358	58,412	7,860	35,902	4,006	114,538
At 30 June 2010							
Cost or fair value		8,358	58,412	10,275	78,495	9,948	165,488
Accumulated depreciation		-	-	(1,715)	(27,293)	(5,942)	(34,950)
Write-down of assets		-	-	(700)	(15,300)	-	(16,000)
Net book amount		8,358	58,412	7,860	35,902	4,006	114,538

	Notes	Consolidated 2010 $'000	2009 $'000
14. INTEREST BEARING LIABILITIES			
Current - secured			
Bank overdraft		-	4,898
Commercial bill facility		-	4,000
Operating facility		-	3,500
Other loan facilities		4,215	1,884
		4,215	14,282
Non-current - secured			
Loan facilities		29,686	33,769
		29,686	33,769
Total		33,901	48,051

As a consequence of the JV arrangements, in particular the requirement that Mulgrave Mill be unencumbered; the company has considered it timely to review the group's finance facilities. The Company is currently evaluating options in this area. We expect these discussions to be completed in the near future.

15. EQUITY SECURITIES ISSUED

Movements in ordinary share capital of the company during the past two years are as follows:

Date	Details	Notes	Number of Shares	Issue Price	$'000
30.06.08	**Balance**		**33,637,820**		**52,265**
30.07.08	Share Issue	(a)	12,666,135	$2.00	25,278
12.09.08	Share Issue	(b)	189,464	$2.00	379
30.06.09	**Balance**		**46,493,419**		**77,922**
10.11.09	Share placement	(c)	6,500,000	$2.00	12,753
16.12.09	Share purchase plan	(d)	242,250	$2.00	448
30.06.10	**Balance**		**53,235,669**		**91,123**

(a) On 30 July 2008, a total of 12,666,135 shares were issued in relation to the business combination of The Mulgrave Central Mill Company Limited, increasing the company's issued capital by $25,278,502, after transactions costs of $53,768.

(b) On 12 September 2008, a total of 189,464 shares were issued in relation to the finalisation of the business combination of The Mulgrave Central Mill Company Limited, increasing the company's issued capital by $378,928.

(b) On 10 November 2009, a total of 6,500,000 shares were issued following a private placement, increasing the company's issued capital by $12,752,839 after transaction costs of $247,161.

(d) On 16 December 2009, a total of 242,250 shares were issued under the share purchase plan, increasing the company's issued capital by $448,276 after transaction costs of $36,224.

	2010 $'000	2009 $'000

16. RESERVES

	2010 $'000	2009 $'000
Property, plant and equipment revaluation reserve	22,727	22,781
Cash flow hedge reserve	11,119	(22,071)
Available-for-sale financial assets revaluation reserve	1,878	298
Share-based payments reserve	1,162	801
	36,886	1,809

17. RETAINED PROFITS

	2010 $'000	2009 $'000
Balance at 1 July	15,607	14,721
Dividend paid	(1,331)	-
Net profit (loss) attributable to members	7,015	(783)
Realisation of revalued assets	284	1,585
Income tax benefit received on prior year adjustments	-	84
	21,575	15,607

18. EVENTS OCCURING AFTER BALANCE SHEET DATE

On 20 July 2010, the company entered into a Northern Milling Joint Venture Agreement with Bundaberg Sugar Ltd to establish a 50/50 joint-venture of northern sugar cane milling operations of both parties expected to commence on or about 1 December 2010 (“Effective Date”). On execution of the joint venture agreement, the company paid a non-refundable $20 million to Bundaberg Sugar Ltd as consideration for entitlement to 50% of the future sugar production of the joint venture from the Effective Date and a call option to acquire the remaining 50% of the joint venture. The call option is exercisable from 1 December 2010 until 29 February 2012 for additional consideration of $50 million.

Other key terms of the joint venture are:

- An unincorporated joint-venture has been formed comprising the operation of the Mulgrave, South Johnstone, Babinda and Tableland mills and associated milling assets including contracts, cane rail networks, easements, leases and licenses with an expected effective date of 1 December 2010.
- A Joint Venture Executive Committee has been formed comprising of three representative members appointed by each party and an independent chairperson to be appointed by the parties.
- From the Effective Date, each party will be entitled to 50% of the combined mills’ raw sugar production.
- The joint venture costs and capital requirements will be shared equally.

18. EVENTS OCCURING AFTER BALANCE SHEET DATE - CONTINUED

- If the company has not exercised its call option to acquire Bundaberg's mills and joint-venture interest and by 1 December 2013, neither party has exited the joint venture, then either party may request the joint venture to conduct either an IPO or trade sale of the combined joint-venture assets and operations.

- The company will have a first right of refusal and call option to acquire Bundaberg's farm assets located in the region comprising of approximately 1,800 hectares of land exercisable from 1 December 2010 until 29 February 2012 if the company has first exercised its call option to acquire Bundaberg's mills and Bundaberg's joint-venture interest. The purchase price for the farms will be the fair market value as determined by an independent valuer.

At the time the financial statements were authorised for issue, the company had not yet completed the accounting for the joint-venture transaction. In particular, the fair values of the assets and liabilities relating to the transaction have not been finalised as the joint-venture is not effective until 1 December 2010. It is, therefore not practicable to disclosure the financial effects at this stage.

Dividend Declaration

Since the end of the financial year, directors have declared a fully franked final dividend of 4.0 cents per share (2009: $nil), taking the full year dividend to 6.5 cents per share (2009: $nil). Shareholders have the option to participate in the company's Dividend Reinvestment Plan, for the six months ended 30 June 2010. The directors have declared the Record Date for determining entitlements to this dividend to be 30 August 2010. Payment of this dividend is expected to be made on 30 September 2010.

Supplementary Appendix 4E Information
for the year ended 30 June 2010

Ratios

	Current Period %	Previous Corresponding Period %
Profit (loss) before tax / revenue		
Profit (loss) before tax as a percentage of revenue	5.45	(3.77)
Profit (loss) after tax / equity interest		
Net profit (loss) after tax attributable to members as a percentage of equity (similarly attributable) at the end of the period	4.69	(0.82)

Earnings Per Security (EPS)

Details of basic and diluted EPS reported separately in accordance with paragraph 9 and 30 of *AASB 133: Earnings Per Share* are as follows:

	Current Period $A	Previous Corresponding Period $A
Basic EPS	13.85	(1.72)
Diluted EPS	13.80	(1.72)

Basic earnings per share amounts have been calculated using net profit attributable to members ($7,014,911) divided by weighted average number of ordinary shares (50,667,297).

Diluted earnings per share amounts have been calculated using net profit attributable to members divided by weighted average number of ordinary shares plus the weighted average number of options (50,817,297).

NTA Backing

	2010	2009
Net tangible asset backing per ordinary share	2.74	1.98
Net tangible asset backing per ordinary share (excluding derivatives financial instruments after tax)	2.71	2.37

Additional Dividend / Distribution Information

Details of dividend/distribution declared or paid during or subsequent to the year ended 30 June 2010 are as follows:

Record Date	Payment Date	Type	Amount per security	Total dividend	Franked amount per security	Foreign sourced dividend amount per security
30.08.2010	30.09.2010	Final	4.0 cents	2,129,427	100%	-

The dividend or distribution plans shown below are in operation.

As per The Maryborough Sugar Factory Limited Dividend Reinvestment Plan (DRP)

The last date(s) for receipt of election notices for the dividend or distribution plans 30.08.2010

Any other disclosures in relation to dividends (distributions).

The DRP is optional and offers shareholders the opportunity to acquire ordinary fully paid shares which rank equally with all other shares issued, without transactions costs, at the prevailing market value. A shareholder can elect to participate or terminate their involvement in the DRP in respect of the 2010 final dividend at any time prior to the Record Date of 30 August 2010.

Controlled Entities Acquired or Disposed of

(a) No entities were acquired of during the year ended 30 June 2010.

(b) No entities were disposed of during the year ended 30 June 2010.

Annual Meeting

The annual meeting will be held as follows:

Place	Brothers Leagues Club, Cairns
Date	18 November 2010
Time	2:00pm
Approximate date the annual report will be available	19 October 2010

Statement in Relation to Accounts and Audit

This report is based on accounts which are in the process of being audited.

Date: 19 August 2010